

# Agenda Item III: Hospital Supplier Diversity Reporting Program Update

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# AB 1392 Summary

- AB 1392 expands data collection requirements including a plan for increasing procurement from diverse suppliers.
  - First updated plans are due July 2025
- Authorizes HCAI to undertake **outreach and assistance** and work with the commission to develop approaches for those activities.
- Directs HCAI, in collaboration with the commission, to **develop voluntary guidelines for hospitals** to use when conducting their procurement.
- Adds two additional commissioners added to HSDC.
  - One commissioner to represent GPOs and **another at large to be determined by the HCAI director**
- Authorizes HCAI to create a supplier/database clearinghouse, pending Legislative appropriation.
- HCAI produced an [AB 1392 Fact Sheet](#) with more information

# AB 1392 Reporting Impact

## **Expands the Hospital Supplier Diversity report to include:**

- Short- and long-term goals and timetables for increasing procurement from diverse business enterprises.
- Methods in which hospitals resolve any issues that may limit or impede an enterprise from becoming a supplier.
- Information on appropriation contacts for interested business enterprises and description of the procurement process.
- Planned and past implementation of relevant recommendations made by the Hospital Supplier Diversity Commission.

**First reports to include this information is for the 2024 report period due July 1, 2025.**

# 2023 HSD Report Collection

- To date, HCAI has received **263** Hospital Supplier Diversity (HSD) Reports for 2023.
- Total number of hospitals required to submit: **347**
- Mandatory submissions received: **247**
- Voluntary submissions: **16**
- Pending reports: **100**
- System-level report total: **07**
- Delinquent Reports: **0**

\*\* The numbers here are from data collected as of July 26, 2024.

\*\* Reports with extended due dates were due on July 31, 2024, and are not show here.

# Next Steps: Overview

- Initial release of reports was on July 31, 2024.
- Final publication of reports is planned for **October 2024.**
- Data summary of 2023 HSD reports will be developed and presented at next Commission meeting in November 2024 once all reports have been collected and processed.